

## **FREQUENTLY ASKED QUESTIONS (FAQs)**

Bank Indonesia Circular Letter Number 12/26/DPM dated August 30, 2010  
concerning Amendment to Bank Indonesia Circular Letter Number 10/17/DPM dated  
March 31, 2008 concerning Procedures for Bank Indonesia Sharia Certificate Repo  
Transaction with Bank Indonesia

**Q : What is the background to the issuance of this amendment to the provisions concerning Procedures for Bank Indonesia Sharia Certificate Repo Transaction with Bank Indonesia?**

A : The background of the issuance of this Circular Letters is the issuance of the amendment to Bank Indonesia Regulation No. 10/11/PBI/2008 concerning Bank Indonesia Sharia Certificate as amended by Bank Indonesia Regulation No. 12/18/PBI/2010 dated August 30, 2010 as well as in order to harmonize provisions on monetary operations, so that it is necessary to amend several provisions, Appendix 2, and Appendix 3 to Bank Indonesia Circular Letter No. 10/17/DPM dated March 31, 2008 concerning Procedures for Bank Indonesia Sharia Certificate Repo Transaction with Bank Indonesia.

**Q : What amendments are made in this Circular Letter?**

A : The provisions amended are Roman number V number 2 letter b.10), Roman number VI number 1 letter b, Roman number VI number 2, Appendix 2, and Appendix 3 concerning the imposition of sanctions. The amendments are as follows:

- In Roman number V item 2.b.10), the provision shall be amended to read as follows:
  - 10) In the event that Bank Indonesia makes an early redemption, Bank Indonesia shall pay SBIS return to BUS or UUS up to 1 (one) business day prior to the early redemption (T-1).
- In Roman number VI item 1.b, the provision shall be amended to read as follows:
  - b. a financial penalty of 0.01% (one per tenth thousandth) of the cancelled settlement value, with the minimum amount of Rp10,000,000.00 (ten million rupiah) and the maximum amount of Rp100,000,000.00 (one hundred million rupiah) for each cancellation.
- Roman number VI item 1.c shall be amended to Roman number 2, which shall read as follows:
  2. Without prejudice to the sanctions as referred to item VI.1, in the event that a BUS or UUS makes a cancelled SBIS Repo Transaction and/or other sharia monetary operations transactions as referred to in Bank Indonesia Regulation concerning the sharia monetary operations three times during 6 (six) month-tenure, the BUS or UUS shall be subject to temporary suspension of its participation in sharia monetary operations for 5 (five) consecutive business days.

**Q : What amendments are made in this Circular Letter?**

A : The provisions amended are Roman number V number 2 item b.10), Roman number VI number 1 item b, Roman number VI number 2, Appendix 2, and Appendix 3 regarding the imposition of sanctions.

DPM